

# PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

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## MEMORANDUM

TO: Reading Retirement Board

FROM: John W. Parsons, Esq., Executive Director

RE: Approval of Funding Schedule

DATE: July 27, 2021

This Commission is hereby furnishing you with approval of the revised funding schedule you recently adopted (copy enclosed). The schedule assumes payments are made in equal installments on August 1 and December 31 of each fiscal year. The schedule is effective in FY22 (since the amount under the prior schedule was maintained in FY22) and is acceptable under Chapter 32.

The revised schedule reflects a reduction in the investment return assumption from 7.50% to 7.0% and an adjustment to the fully generational mortality assumption.

If you have any questions, please contact PERAC's Actuary, John Boorack, at (617) 666-4446, extension 935.

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## SECTION 3 - CHAPTER 32 OF M.G.L. APPROPRIATIONS

Exhibit 3.1 - 30-Year Forecast of Annual Appropriations

Fiscal Year Ending	Employer Normal Cost	Amortization Payment of UAL	Net 3(8)(c) Transfers	Total Employer Cost	Increase over Prior Year	Unfunded Actuarial Accrued Liability
2022	\$2,559,536	\$5,499,836	\$0	\$8,059,372		\$52,171,859
2023	2,740,468	5,802,465	-	8,542,933	6.00%	50,229,435
2024	2,829,534	6,225,975	-	9,055,509	6.00%	47,843,205
2025	2,921,493	6,677,347	-	9,598,840	6.00%	44,859,142
2026	3,016,441	7,158,329	-	10,174,770	6.00%	41,207,058
2027	3,114,476	7,670,781	-	10,785,257	6.00%	36,810,072
2028	3,215,696	8,216,675	-	11,432,371	6.00%	31,584,028
2029	3,320,206	8,798,108	-	12,118,314	6.00%	25,436,875
2030	3,428,112	9,417,300	-	12,845,412	6.00%	18,267,986
2031	3,539,525	10,484,770	-	14,024,295	9.18%	9,967,430
2032	3,654,560	-	-	3,654,560	-73.94%	-
2033	3,773,334	-	-	3,773,334	3.25%	-
2034	3,895,968	-	-	3,895,968	3.25%	-
2035	4,022,588	-	-	4,022,588	3.25%	-
2036	4,153,321	-	-	4,153,321	3.25%	-
2037	4,288,305	-	-	4,288,305	3.25%	-
2038	4,427,674	-	-	4,427,674	3.25%	-
2039	4,571,574	-	-	4,571,574	3.25%	-
2040	4,720,150	-	-	4,720,150	3.25%	-
2041	4,873,554	-	-	4,873,554	3.25%	-
2042	5,031,944	-	-	5,031,944	3.25%	-
2043	5,195,483	-	-	5,195,483	3.25%	-
2044	5,364,336	-	-	5,364,336	3.25%	-
2045	5,538,677	-	-	5,538,677	3.25%	-
2046	5,718,683	-	-	5,718,683	3.25%	-
2047	5,904,540	-	-	5,904,540	3.25%	-
2048	6,096,438	-	-	6,096,438	3.25%	-
2049	6,294,572	-	-	6,294,572	3.25%	-
2050	6,499,145	-	-	6,499,145	3.25%	-
2051	6,710,367	-	-	6,710,367	3.25%	-